

11/17/2020

## **2021 Appropriations Budget Narrative**

### **Carryover/Reserve**

The 2021 appropriations budget for the Village of Golf Manor was built upon the forecasted carryover balances of: \$575,274.75 General Fund (1000); \$68,943.86 Police Levy (2903); and \$900,362.97 Street Levy (2904). These balances were estimated based upon revised revenue and appropriation forecasts conducted from earlier this year when the Village's partnering organizations believed that Village revenues could be detrimentally impacted as a result of coordinated responses at all levels of government in response to the covid-19 epidemic. For the purpose of this budget, those revenues for FY20 have not been adjusted. However, Village Administration now forecasts that Village revenues will exceed the adjusted FY20 figures, and as a result will positively impact the carryover balances across several funds for FY21. Future budget documents will reflect more accurate revenue figures, and a result carryover figures for FY21 beginning after 1/1/2021.

### **FY2021 Revenues**

For FY21 several Village revenues sources have been increased for several funds. These updates were made in order to more accurately reflect revenue figures received by the Village over the last two years. For the General Fund Village Administration forecasts income tax receipts to be \$785,000. Furthermore, Village Administration forecasts property tax receipts to be \$650,000. Similar increases in property tax receipts were made for both the Police Levy (\$220,000), and the Street Levy (\$290,000). For the General Fund for FY21 total revenue is estimated to be \$2,016,238, an increase of 7% from FY20.

Again, its important to note that updated revenue figures for FY20 have not been reflected in this appropriation budget document yet. Currently Village income tax revenues exceed the FY20 budgeted figure in the amount of \$42,000 and actual General Fund property tax receipts exceed the FY20 budgeted figure in the amount of nearly \$63,000. Village Administration believes FY21 revenues will closely resemble the actual revenue figures from FY20. Furthermore, future budget documents will reflect the actual FY20 revenue figures beginning after the 1<sup>st</sup> of the year 2021.

### **FY21 Appropriations**

Total General Fund appropriations for FY21 are estimated to be \$1,984,618.21. This figure marks a 4.5% increase in total General Fund appropriations from FY20. This figure was formulated based upon the assumption of a 3% increase for Village employees, a 10% increase in employee health insurance expenses, and strategic restructuring of certain Village positions.

As in previous years, the department receiving the largest share of Village appropriations is the Police Department. The Village's Police Department is set to receive \$1,039,344.35 which constitutes 52% of total General Fund appropriations. In total dollars, the Department's increase in appropriations in FY21 is nearly \$38,000. The increase in Police Department appropriations is the result of increasing personnel expenses. Yet despite the increase in total dollars the percentage of General Fund appropriations scheduled for the Village Police Department for FY21 is identical to that from FY20.

Other Village departments set to receive increased appropriations in FY21 include the Mayor and Administrative Offices Department (\$29,779.22), and the Clerk – Treasurer Department (\$4,529.75).

The increase in appropriations for the Mayor and Administrative Offices Department is due primarily to the addition of a permanent PT Property Maintenance position. As for the increase in the Clerk – Treasurer Department, the increase is due in large part to increased costs associated with tax collection fees levied upon the Village by the County.

Total appropriations for the Policy Levy (2903) for FY21 are \$241,068.43. This figure marks a \$13,000 decline in appropriations when compared to that from FY20. The reason for the reduction in appropriations in FY21 for this fund is due to the paying off of several Village police vehicles during FY20 that were paid from the fund.

Appropriations for the Street Levy (2904) remain unchanged from previous years at the \$300,000 annual figure.

#### **End of the Year Carryover/Reserve**

Village Administration forecasts that General Fund revenues will exceed appropriations in the amount of nearly \$32,000. This balance will be added to the carryover balance to begin the year bringing the end of the year amount to \$606,894.54. Again, revenue and appropriation figures for FY20 remain unchanged from previous budget documents and does not reflect actual totals. Village Administration expects actual carryover to begin, and end the year to exceed these budgeted figures.

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